

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF ROUGH RIVER WATER SYSTEM,	)	
INC. FOR A RATE ADJUSTMENT PURSUANT TO THE	)	CASE NO.
ALTERNATIVE RATE FILING PROCEDURE FOR SMALL	)	10399
UTILITIES	)	

O R D E R

On October 3, 1988, Rough River Water System, Inc. ("Rough River") filed its application seeking approval of a rate increase pursuant to the Alternative Rate Filing Procedure for Small Utilities. The proposed rates would generate additional revenues of \$27,392, an increase of 35.53 percent.

On November 1 and 2, 1988, Staff conducted a field review of Rough River's test-period financial records. Staff issued its Report on January 6, 1989, recommending an \$11,641 annual increase in Rough River's operating revenues. On January 20, 1989, Rough River advised the Commission by letter that it did not desire a public hearing in this case and that it wished to implement the rate schedule recommended in the Staff Report.

The Commission, after consideration of the evidence of record and being advised, is of the opinion and finds that:

1. The recommendations contained in the Staff Report, if adopted, will allow Rough River sufficient revenues to meet its operating expenses, service its debt, and provide for future equity growth.

2. The recommendations and findings contained in the Staff Report should be adopted as the findings of the Commission in this proceeding.

3. The rates in Appendix A, attached and incorporated hereto, are the fair, just, and reasonable rates for Rough River and will produce gross revenues of \$88,742 based on adjusted test-year sales.

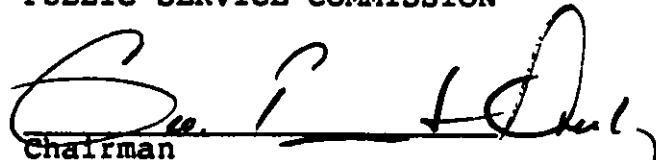
4. The rates in Appendix A should be approved for service rendered by Rough River on and after the date of this Order.

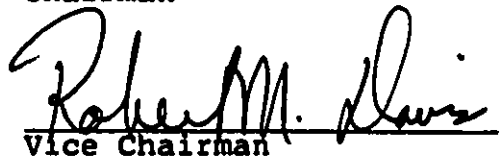
5. Within 30 days of the date of this Order, Rough River should file with the Commission its revised tariff sheets setting out the rates approved herein.

BE IT SO ORDERED.

Done at Frankfort, Kentucky, this 13th day of February, 1989.

PUBLIC SERVICE COMMISSION

  
Chairman

  
Vice Chairman

  
Commissioner

ATTEST:

Executive Director

## APPENDIX A

### APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 10399 DATED 2/13/89

The following rates and charges are prescribed for the customers in the area served by Rough River Water System, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

#### USAGE BLOCKS

First 2,000 gallons  
Next 8,000 gallons  
Next 10,000 gallons  
Next 30,000 gallons  
Over 50,000 gallons

#### MONTHLY RATES

\$8.50 Minimum  
3.20 per 1,000 gallons  
2.80 per 1,000 gallons  
2.40 per 1,000 gallons  
1.90 per 1,000 gallons